AMENDED IN SENATE JUNE 12, 2006 AMENDED IN ASSEMBLY MAY 1, 2006

CALIFORNIA LEGISLATURE—2005–06 REGULAR SESSION

ASSEMBLY BILL

No. 2223

Introduced by Assembly Member Salinas

February 22, 2006

An act to amend Sections 56375.3 and 56375.4 of the Government Code, relating to local government.

LEGISLATIVE COUNSEL'S DIGEST

AB 2223, as amended, Salinas. Local government annexation.

Existing law requires a local agency formation commission to approve, after notice and hearing, an annexation to a city of unincorporated island territory if the annexation is initiated on or after January 1, 2000, and before January 1, 2007, and other conditions are met.

This bill would delete the January 1, 2007, limitation and extend this date to January 1, 2014, and would make other conforming changes.

By extending the time that this duty is imposed on local governments, this bill would impose a state-mandated local program.

The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.

This bill would provide that, if the Commission on State Mandates determines that the bill contains costs mandated by the state,

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reimbursement for those costs shall be made pursuant to these statutory provisions.

The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.

This bill would provide that no reimbursement is required by this act for a specified reason.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: yes.

The people of the State of California do enact as follows:

- 1 SECTION 1. Section 56375.3 of the Government Code is 2 amended to read:
- 56375.3. (a) In addition to those powers enumerated in Section 56375, a commission shall do either of the following:
- 5 (1) Approve, after notice and hearing, the annexation to a city, 6 and waive protest proceedings pursuant to Part 4 (commencing 7 with Section 57000) entirely, if all of the following are true:
 - (A) The annexation is initiated on or after January 1, 2000, and before January 1, 2014.
- 10 (B) The annexation is proposed by resolution adopted by the 11 affected city.
 - (C) The commission finds that the territory contained in the annexation proposal meets all of the requirements set forth in subdivision (b).
 - (2) Approve, after notice and hearing, the annexation to a city, subject to subdivision (a) of Section 57080, if all of the following are true:
 - (A) The annexation is initiated on or after January 1, 2014.
 - (B) The annexation is proposed by resolution adopted by the affected city.
- 21 (C) The commission finds that the territory contained in the 22 annexation proposal meets all of the requirements set forth in 23 subdivision (b).
- 24 (b) Subdivision (a) applies to territory that meets all of the 25 following requirements:
- 26 (1) It does not exceed 150 acres in area, and that area 27 constitutes the entire island.

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(2) The territory constitutes an entire unincorporated island located within the limits of a city, or constitutes a reorganization containing a number of individual unincorporated islands.

(3) It is surrounded in either of the following ways:

- (A) Surrounded, or substantially surrounded, by the city to which annexation is proposed or by the city and a county boundary or the Pacific Ocean.
- (B) Surrounded by the city to which annexation is proposed and adjacent cities.
- (C) This subdivision shall not be construed to apply to any unincorporated island within a city that is a gated community where services are currently provided by a community services district.
- (D) Notwithstanding any other provision of law, at the option of either the city or the county, a separate property tax transfer agreement may be agreed to between a city and a county pursuant to Section 99 of the Revenue and Taxation Code regarding an annexation subject to this subdivision without affecting any existing master tax sharing agreement between the city and county.
- (4) It is substantially developed or developing. The finding required by this subparagraph shall be based upon one or more factors, including, but not limited to, any of the following factors:
 - (A) The availability of public utility services.
 - (B) The presence of public improvements.
- (C) The presence of physical improvements upon the parcel or parcels within the area.
- (5) It is not prime agricultural land, as defined by Section 56064.
- (6) It will benefit from the annexation or is receiving benefits from the annexing city.
- (c) Notwithstanding any other provision of this subdivision, this subdivision shall not apply to all or any part of that portion of the development project area referenced in subdivision (e) of Section 33492.41 of the Health and Safety Code that as of January 1, 2000, meets all of the following requirements:
 - (1) Is unincorporated territory.
 - (2) Contains at least 100 acres.
- 39 (3) Is surrounded or substantially surrounded by incorporated 40 territory.

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(4) Contains at least 100 acres zoned for commercial or industrial uses or is designated on the applicable county general plan for commercial or industrial uses.

SEC. 2 Section 56375.4 of the Government Code is amended to read:

- 56375.4. (a) The authority to initiate, conduct, and complete any proceeding pursuant to subdivision (a) of Section 56375.3 does not apply to any territory that, after January 1, 2000, became surrounded or substantially surrounded by the city to which annexation is proposed. The authority to initiate, conduct, and complete any proceeding pursuant to paragraph (1) of subdivision (a) of Section 56375.3 shall expire January 1, 2014. The period of time between January 1, 2000, and January 1, 2014, shall not include any period of time during which, in an action pending in any court, a local agency is enjoined from conducting proceedings pursuant to paragraph (1) of subdivision (a) of Section 56375.3. Upon final disposition of that case, the previously enjoined local agency may initiate, conduct, and complete proceedings pursuant to paragraph (1) of subdivision (a) of Section 56375.3 for the same period of time as was remaining under that 14-year limit at the time the injunction commenced. However, if the remaining time is less than six months, that authority shall continue for six months following final disposition of the action.
- (b) Between January 1, 2000, and January 1, 2014, no new proposal involving the same or substantially the same territory as a proposal initiated pursuant to paragraph (1) of subdivision (a) of Section 56375.3 after January 1, 2000, shall be initiated for two years after the date of adoption by the commission of a resolution terminating proceedings.
- SEC. 3.—If the Commission on State Mandates determines that this act contains costs mandated by the state, reimbursement to local agencies and school districts for those costs shall be made pursuant to Part 7 (commencing with Section 17500) of Division 4 of Title 2 of the Government Code.
- SEC. 3. No reimbursement is required by this act pursuant to Section 6 of Article XIII B of the California Constitution because a local agency or school district has the authority to levy service charges, fees, or assessments sufficient to pay for the program or

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- level of service mandated by this act, within the meaning of
 Section 17556 of the Government Code.